GOVERNMENT OF INDIA
RAILWAYS
LOK SABHA

UNSTARRED QUESTION NO:507
ANSWERED ON:02.12.2015
Rates for Transporting Iron Ore
Chinnaraj Shri Gopalakrishnan

Will the Minister of RAILWAYS be pleased to state:

(a) whether Railways is charging concessional 'domestic consumption' rates for transporting iron ore instead of the 'export rates';

(b) if so, the details thereof; and

(c) the revenue loss occurred to Railways on charging these rates?

Answer

MINISTER OF STATE IN THE MINISTRY OF RAILWAYS

(SHRI MANOJ SINHA)

(a) & (b): No, Madam. Under the present dispensation, which has been in effect since 06.06.2009, there exists a 'dual pricing' regime in the case of transportation of iron ore by rail. Under this dispensation, a Distance Based Charge is levied additionally in the case of iron ore transportation by rail for export.

(c): Railways have earned higher freight revenues due to this dual pricing policy.
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